

Board of County Commissioners Agenda Request 20

Date of Meeting: May 27, 2003

Date Submitted: May 22, 2003

To: Honorable Chairman and Members of the Board

From: Finance Committee:

Parwez Alam, County Administrator

Bill Bogan, Jr., Finance Director

Bob Inzer, Clerk of the Circuit Court

Herbert W. A. Thiele, Esq., County Attorney

Alan Rosenzweig, Director, Office of Management and Budget

Subject: Resolution Authorizing the Negotiated Sale of the Leon County, Florida Capital Improvement Revenue Bonds Series 2003A and 2003B and Authorizing the Associated Budget Amendments Realizing the Bond Proceeds and Aligning Existing Capital Project Funds

Statement of Issue:

For the Board to approve the Resolution authorizing the negotiated sale of the Leon County, Florida Capital Improvement Revenue Bonds Series 2003A and 2003B and authorizing the associated budget amendments realizing the bond proceeds and aligning existing capital project funds

Background:

On April 29, 2003, the Board of County Commissioners adopted Ordinance No. 03-12 which authorized the issuance of the Leon County, Florida Capital Improvement Revenue Bonds Series 2003A and 2003B. The proceeds of the bonds will finance the cost of acquisition of the Bank of Amercia Building (BOA), improvements to the building, improvements to the existing Courthouse facility and the costs of issuance. As part of the overall financing plan for the acquisition and renovation, existing capital project proceeds will need to be realigned to the newly established projects. This realignment is consistent with the overall financing plan previously presented to the Board.

Analysis:

The County's Financial Advisor, Bill Reagan of William R. Hough and Co., and the County's underwriting team of A.G. Edwards, Inc. and Jackson Securities LLC intend to price the bonds on May 27, 2003. ***The pricing will be included in a final resolution to be distributed at the May 27, 2003 Board meeting.*** The attached resolution is a draft document. The resolution authorizes the negotiated sale of the estimated \$8.310 million Leon County, Florida Capital Improvement Revenue Bonds, Series 2003A and \$12.535 million Leon County, Florida Taxable Capital Improvement Revenue Bonds, Series 2003B. The resolution awards the sale to A.G. Edwards & Sons, Inc. and Jackson Securities LLC subject to the terms and conditions of the bond purchase contract.

The attached budget amendment realizes the bond proceeds into the County Budget and establishes the associated debt service fund. The budget amendment establishes the operating fund for the BOA and realigns the existing traffic court and long term space needs CIPs. This is consistent with the previous financing plan presented to the Board. The budget amendment allocates the following:

From Bond Proceeds and Realignment of Existing CIPs:

\$14,876,000 Purchase of BOA (this is net of the \$274,000 deposit)

23

\$5,000,000 Courthouse Repairs (Parking Garage and Exterior - " Caulk & Seal")

\$3,940,722 Bank of America Renovations

\$1,789,000 Courthouse Renovations

\$547,000 Cost of Issuance (Insurance Premium, Professional Fees, Underwriter's Discount)

\$353,148 Capitalized interest payment for remainder of current fiscal year

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From Lease Revenues at BOA:

\$269,850 Operational Expenses for Remainder of fiscal year

\$367,750 Reserve for future debt service payments

Staff recommends the approval of the bond resolution and budget resolution and amendment.

Options:

1. Adopt the resolution authorizing the negotiated sale of the Leon County, Florida Capital Improvement Revenue Bonds, Series 2003A and 2003B to A.G. Edwards & Sons, Inc. and Jackson Securities LLC.
2. Adopt the budget resolution and amendment realizing the Series 2003A and 2003B bond proceeds and realignment of the existing traffic court and long term space needs CIPs in accordance with the overall financing plan and establishes the operating fund for the Bank of America.
3. Board Direction.

Recommendation:

Options #1 & #2

Attachments:

1. Resolution Authorizing the Sale of the Leon County, Florida Capital Improvement Revenue Bonds, Series 2003A and 2003B
2. Budget Resolution and Amendment

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RESOLUTION NO. _____

WHEREAS, the Board of County Commissioners of Leon County, Florida, approved a budget for fiscal year 2003; and,

WHEREAS, the Board of County Commissioners, pursuant to Chapter 129, Florida Statutes, desires to amend the budget.

NOW, THEREFORE, BE IT RESOLVED, that the Board of County Commissioners of Leon County, Florida, hereby amends the budget as reflected on the Departmental Budget Amendment Request Form attached hereto as Attachment 2 and incorporated herein by reference.

Adopted this 27th day of May, 2003.

Leon County, Florida

by: _____
Tony Grippa, Chairman
Board of County Commissioners

Attest: Bob Inzer, Clerk of the Court
Leon County, Florida

by: _____

Approved as to Form:
Leon County Attorney's Office

by: _____
Herbert W. A. Thiele, Esq.
County Attorney

		<u>Inc Rev/Dec App</u>	<u>Dec. Rev/Inc App</u>
<u>Fund 311 - Construction Fund Series 2003A & 2003B</u>			
311.000.384100.000	Bond Proceeds	\$ 20,000,000.00	
311.086025.56200.519	BOA Acquisition		\$ 12,535,000.00
311.086025.56200.519	BOA Renovations		\$ 3,940,722.00
311.086024.56200.519	Courthouse Repairs (Garage/Ext.)		\$ 1,735,278.00
311.086027.56200.519	Courthouse Renovations		\$ 1,789,000.00
	Total	\$ 20,000,000.00	\$ 20,000,000.00
<u>Fund 211 - Debt Service Fund Series 2003A & 2003B</u>			
211.000.384100.000	Bond Proceeds	\$ 902,000.00	
211.975.57200.582	Interest Series 2003A		\$ 234,000.00
211.975.57300.582	Cost of Issuance		\$ 329,000.00
211.976.57200.582	Interest Series 2003B		\$ 121,000.00
211.976.57300.582	Cost of Issuance		\$ 218,000.00
	Total	\$ 902,000.00	\$ 902,000.00
<u>Fund 318 Series 1999 Construction Fund</u>			
318.086003.56200.519	Traffic Court Building	\$ 1,084,035.00	
318.086001.56200.519	County Long Term Space CIP	\$ 3,859,687.00	
318.086025.56200.519	BOA Acquisition/Renovations		\$ 2,341,000.00
318.086024.56200.519	Courthouse Repairs (Garage/Ext.)		\$ 2,602,722.00
	Total	\$ 4,943,722.00	\$ 4,943,722.00
<u>Fund 325 Series 1998A Construction Fund</u>			
325.086003.56200.519	Traffic Court Building	\$ 662,000.00	
325.086024.56200.519	Courthouse Repairs (Garage/Ext.)		\$ 662,000.00
	Total	\$ 662,000.00	\$ 662,000.00
<u>Fund 305 Capital Improvement Projects Fund</u>			
305.086003.56200.519	Traffic Court Building	\$ 25,566.00	
305.086027.56200.519	Courthouse Renovations		\$ 25,566.00
	Total	\$ 25,566.00	\$ 25,566.00
<u>Fund 165 BOA Operating Fund</u>			
165.000.362000.000	Lease Revenue	\$ 637,600.00	
165.154.53100.519	Professional Services		\$ 5,160.00
165.154.53400.519	Other Contractual Services		\$ 61,520.00
165.154.54100.519	Communication Services		\$ 4,690.00
165.154.54200.519	Postage		\$ 460.00
165.154.54300.519	Utility Services		\$ 86,210.00
165.154.54500.519	Insurance		\$ 9,550.00
165.154.54600.519	Repair & Maintenance		\$ 87,640.00
165.154.54700.519	Printing and Binding		\$ 280.00
165.154.54800.519	Promotional Activities		\$ 1,470.00
165.154.54900.519	Other Current Charges		\$ 11,500.00
165.154.55100.519	Office Supplies		\$ 1,370.00
165.154.59900.599	Reserve		\$ 367,750.00
	Total	\$ 637,600.00	\$ 637,600.00